TOWN OF OROMOCTO

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

TOWN OF OROMOCTO

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 1985

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KMG Thorne Riddell

Chartered Accountants

AUDITORS' REPORT

To His Worship the Mayor and Councillors of the
Town of Oromocto, New Brunswick

We have examined the balance sheets of the Town of Oromocto as at December 31, 1985 and the statements of revenue and expenditures, equity, deficit, changes in fund balances and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Town as at December 31, 1985 and the results of its operations and the source and application of its funds for the year then ended in accordance with accounting principles generally accepted for municipalities applied on a basis consistent with that of the preceding year.

Thorne Riddell

Fredericton, New Brunswick
March 7, 1986

Chartered Accountants

TOWN OF OROMOCTO

GENERAL

OPERATING FUND

BALANCE SHEET AS AT DECEMBER 31, 1985

ASSETS AND DEFICIT	1985	1984
CASH	$ 6,199	$ 14,768
ACCOUNTS RECEIVABLE	81,035	269,500
DUE FROM EQUIPMENT REPLACEMENT FUND	2,698	
DUE FROM LAND RESERVE FUND		38,879
DUE FROM WATER AND SEWERAGE OPERATING FUND	439,530	192,095
DUE FROM WATER AND SEWERAGE CAPITAL FUND	28,122	42,806
PREPAID EXPENSE	7,538	6,583
	565,122	564,631
DEFICIT	231,556	135,367
	$796,678	$699,998
LIABILITIES		
BANK OVERDRAFT	$ 80,555	$238,281
ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	246,933	247,443
DEFERRED REVENUE	1,342	390
DUE TO OROMOCTO RECREATION COUNCIL	3,833	4,273
ACCRUED DEBENTURE INTEREST	48,316	61,244
DUE TO GENERAL CAPITAL FUND	402,925	109,187
DUE TO LAND RESERVE FUND	12,774	
DUE TO EQUIPMENT REPLACEMENT FUND		39,180
	$796,678	$699,998

TOWN OF OROMOCTO

GENERAL

OPERATING FUND

STATEMENT OF REVENUE AND EXPENDITURES

YEAR ENDED DECEMBER 31, 1985

	Actual	Budget
REVENUE		
Taxation	$2,409,151	$2,409,151
Licenses and permits	74,548	92,550
Rents, concessions and franchises	41,543	31,085
Fines	16,365	7,200
Interest	7,147	13,000
Service charges	60,531	59,598
Recreation and community services	25,266	30,601
Contributions, grants and subsidies	1,628,713	1,629,953
Ambulance revenue	36,362	38,000
Other	9,922	15,000
Second prior year's surplus	1,854	1,855
	4,311,402	4,327,993
EXPENDITURES		
General government	443,146	394,823
Protection to persons and property	1,428,204	1,469,356
Transportation services	1,052,567	1,026,400
Environmental health services	43,992	45,000
Environmental development services	25,068	27,805
Beautification - land and parks	129,223	117,435
Tourism	28,783	26,045
Recreation and cultural services	539,280	541,315
Debt charges	704,034	679,814
Bad debt provision	11,440	
	4,405,737	4,327,993
DEFICIT FOR THE YEAR	$ 94,335	$ NIL

TOWN OF OROMOCTO

GENERAL

OPERATING FUND

STATEMENT OF DEFICIT

YEAR ENDED DECEMBER 31, 1985

	1985	1984
DEFICIT AT BEGINNING OF YEAR	$135,367	$ 57,484
Transfer second prior year's surplus (deficit) to current operations	1,854	(59,338)
	137,221	1,854
Deficit for the year	94,335	137,221
DEFICIT AT END OF YEAR	$231,556	$ 135,367
To be included in - 1985 budget		$ (1,854)
- 1986 budget	$137,221	137,221
- 1987 budget	94,335	
	$231,556	$ 135,367

TOWN OF OROMOCTO

GENERAL

CAPITAL FUND

BALANCE SHEET AS AT DECEMBER 31, 1985

ASSETS	1985	1984
GENERAL FIXED ASSETS, at cost	$ 9,845,008	$ 9,479,180
WORK IN PROGRESS, at cost	367,017	379,844
INVESTMENT IN COMMUNITY ENTERPRISES, at cost	196,292	158,821
CASH	55,661	43,810
ACCOUNTS RECEIVABLE	29,781	27,543
DUE FROM WATER AND SEWERAGE CAPITAL FUND	159,773	159,773
DUE FROM GENERAL OPERATING FUND	402,925	109,187
DUE FROM EQUIPMENT REPLACEMENT FUND	9,254	9,254
	$11,065,711	$10,367,412

LIABILITIES AND EQUITY

LONG TERM DEBT	$ 1,853,132	$ 2,235,181
TEMPORARY BANK LOANS	1,242,000	580,000
BASE GAGETOWN CENTRAL FUND LOAN	5,900	8,900
DUE TO LAND RESERVE FUND	14,484	3,958
EQUITY	7,950,195	7,539,373
	$11,065,711	$10,367,412

TOWN OF OROMOCTO

GENERAL

CAPITAL FUND

STATEMENT OF EQUITY

YEAR ENDED DECEMBER 31, 1985

	1985	1984
EQUITY AT BEGINNING OF YEAR	$7,539,373	$7,178,312
Capital debt repayment	382,049	338,359
Base Gagetown Central Fund loan repayment	3,000	3,000
Cost of equipment purchased by Equipment Replacement Fund	44,817	32,814
	7,969,239	7,552,485
Cost of assets disposed	19,044	7,688
Debenture discount		5,424
	19,044	13,112
EQUITY AT END OF YEAR	$7,950,195	$7,539,373

TOWN OF OROMOCTO

GENERAL

CAPITAL FUND

STATEMENT OF CHANGES IN FINANCIAL POSITION

YEAR ENDED DECEMBER 31, 1985

	1985	1984
SOURCE OF FUNDS		
Funds provided by General Operating Fund	$ 385,049	$ 369,236
Funds provided by Equipment Replacement Fund	41,878	29,814
Funds provided by the Water and Sewerage Capital Fund		22,123
Debenture debt, net of discount on issuance		694,576
	426,927	1,115,749
APPLICATION OF FUNDS		
Net additions to fixed assets and work in progress	406,577	514,617
Debenture debt retired	362,049	288,359
Bank loan payments		50,000
Mortgage payments	20,000	50,000
Reduction of Base Gagetown Central Fund loan	3,000	3,000
	791,626	905,976
INCREASE (DECREASE) IN FUNDS DEFICIENCY	364,699	(209,773)
FUNDS DEFICIENCY AT BEGINNING OF YEAR	234,391	444,164
FUNDS DEFICIENCY AT END OF YEAR	$ 599,090	$ 234,391
Analysis of Funds Deficiency at end of year:		
Unexpended funds		
Cash	$ 55,661	$ 43,810
Accounts receivable	29,781	27,543
Due from Water and Sewerage Capital Fund	159,773	159,773
Due from Equipment Replacement Fund	9,254	9,254
Due from General Operating Fund	402,925	109,187
	657,394	349,567
Liabilities for which funds have not been provided		
Temporary bank loan	1,242,000	580,000
Due to Land Reserve Fund	14,484	3,958
	1,256,484	583,958
FUNDS DEFICIENCY AT END OF YEAR	$ 599,090	$ 234,391

TOWN OF OROMOCTO

WATER AND SEWERAGE

OPERATING FUND

BALANCE SHEET AS AT DECEMBER 31, 1985

ASSETS AND DEFICIT	1985	1984
WATER RATES RECEIVABLE	$ 33,302	$ 46,032
OTHER ACCOUNTS RECEIVABLE	26,685	26,850
	59,987	72,882
DEFICIT	561,970	379,328
	$621,957	$452,210

LIABILITIES		
ACCRUED LIABILITIES	$ 11,951	$ 12,700
DUE TO DEPARTMENT OF NATIONAL DEFENCE	170,476	247,415
DUE TO GENERAL OPERATING FUND	439,530	192,095
	$621,957	$452,210

TOWN OF OROMOCTO

WATER AND SEWERAGE

OPERATING FUND

STATEMENT OF REVENUE AND EXPENDITURES

YEAR ENDED DECEMBER 31, 1985

	Actual	Budget
REVENUE		
Water rates	$322,379	$454,450
Sewerage rates	135,235	174,100
Fire protection	110,000	110,000
Recoveries	26,656	10,000
Interest on water rates	2,354	4,000
Provincial Grant	21,915	21,915
	618,539	774,465
EXPENDITURES		
Salaries and wages	82,388	93,554
Equipment supplies	48,980	32,500
Equipment operations	24,455	35,000
Sewerage lift station operations	41,202	34,500
Employee benefits	13,489	13,144
Water costs	518,961	400,000
Debt charges	49,498	50,246
Property taxes	170	200
Non productive wages	16,080	15,980
Water meters	4,493	5,250
Second prior year's deficit	94,092	94,091
Bad debts	1,465	
	895,273	774,465
DEFICIT FOR THE YEAR	$276,734	$ NIL

TOWN OF OROMOCTO

WATER AND SEWERAGE

OPERATING FUND

STATEMENT OF DEFICIT

YEAR ENDED DECEMBER 31, 1985

	1985	1984
DEFICIT AT BEGINNING OF YEAR	$379,328	$ 95,802
Transfer second prior year's surplus (deficit) to current operations	(94,092)	(1,710)
	285,236	94,092
Deficit for the year	276,734	285,236
DEFICIT AT END OF YEAR	$561,970	$379,328
To be included in - 1985 budget		$ 94,092
- 1986 budget	$285,236	285,236
- 1987 budget	276,734	
	$561,970	$379,328

TOWN OF OROMOCTO

WATER AND SEWERAGE

CAPITAL FUND

BALANCE SHEET AS AT DECEMBER 31, 1985

ASSETS	1985	1984
WATER AND SEWERAGE SYSTEM, at cost	$1,054,358	$1,040,828

LIABILITIES AND EQUITY

LONG TERM DEBT	$ 307,270	$ 326,496
DUE TO GENERAL OPERATING FUND	28,122	42,806
DUE TO LAND FUND	28,214	
DUE TO GENERAL CAPITAL FUND	159,773	159,773
EQUITY	530,979	511,753
	$1,054,358	$1,040,828

STATEMENT OF EQUITY

YEAR ENDED DECEMBER 31, 1985

EQUITY AT BEGINNING OF YEAR	$ 511,753	$ 437,347
Capital debt repayments	19,226	17,648
Property owners share		28,379
Provincial grants		28,379
EQUITY AT END OF YEAR	$ 530,979	$ 511,753

TOWN OF OROMOCTO

RESERVE FUNDS

BALANCE SHEETS AS AT DECEMBER 31, 1985

EQUIPMENT REPLACEMENT FUND

ASSETS AND DEFICIT	1985	1984
CASH	$ 2,822	$ 2,739
DUE FROM GENERAL OPERATING FUND		39,180
FUND BALANCE	9,130	
	$11,952	$ 41,919

LIABILITIES AND EQUITY		
DUE TO GENERAL CAPITAL FUND	$ 9,254	$ 9,254
DUE TO GENERAL OPERATING FUND	2,698	
FUND BALANCE		32,665
	$11,952	$ 41,919

LAND RESERVE FUND

ASSETS

CASH	$36,606	$100,765
DUE FROM GENERAL CAPITAL FUND	14,484	3,958
DUE FROM WATER AND SEWERAGE CAPITAL FUND	28,214	
DUE FROM GENERAL OPERATING FUND	12,774	
	$92,078	$104,723

LIABILITIES AND EQUITY		
LAND DEPOSITS	$ 2,000	$ 2,000
DUE TO GENERAL OPERATING FUND		38,879
FUND BALANCE	90,078	63,844
	$92,078	$104,723

TOWN OF OROMOCTO

RESERVE FUNDS

STATEMENTS OF CHANGES IN FUND BALANCES

YEAR ENDED DECEMBER 31, 1985

EQUIPMENT REPLACEMENT FUND	1985	1984
FUND BALANCE AT BEGINNING OF YEAR	$32,665	$42,398
Interest	83	81
Proceeds from sale of equipment	2,939	3,000
Appropriation from General Operating Fund		20,000
	35,687	65,479
Purchase of equipment	44,817	32,814
FUND BALANCE AT END OF YEAR	$(9,130)	$32,665

LAND RESERVE FUND		
FUND BALANCE AT BEGINNING OF YEAR	$63,844	$20,820
Proceeds from sale of properties	23,190	47,377
Interest	3,044	7,022
	90,078	75,219
Payment to Capital Region Development Commission		11,375
FUND BALANCE AT END OF YEAR	$90,078	$63,844

TOWN OF OROMOCTO

TRUST FUNDS

BALANCE SHEETS AS AT DECEMBER 31, 1985

	Firemen's Trust	Norris Mills Trust	1985 Total	1984 Total
CASH	$17,289	$2,265	$19,554	$18,815
EQUITY	$17,289	$2,265	$19,554	$18,815

STATEMENT OF EQUITY

YEAR ENDED DECEMBER 31, 1985

FIREMEN'S TRUST

	1985	1984
BALANCE AT BEGINNING OF YEAR	$18,815	$17,465
Receipts		
Interest earned	1,228	1,350
	20,043	18,815
Disbursements		
Arena lighting system study	2,754	
BALANCE AT END OF YEAR	$17,289	$18,815

NORRIS MILLS TRUST

BALANCE AT BEGINNING OF YEAR	$ NIL
Receipts	
Bank balance at beginning of year	2,379
Interest earned	136
	2,515
Disbursements	
Bursary - B. Comeau	250
BALANCE AT END OF YEAR	$ 2,265

TOWN OF OROMOCTO

NOTE TO FINANCIAL STATEMENTS

DECEMBER 31, 1985

ACCOUNTING POLICIES

These financial statements have been prepared in accordance with accounting principles generally accepted for New Brunswick Municipalities.

(a) Revenue and Expenditures

Major revenue and expenditures are recorded on the accrual basis.

(b) Capital Assets and Work in Progress

Capital assets and work in progress are recorded at cost. Funds received through capital assistance programs and cost-sharing arrangements are treated as a reduction in the cost of the assets. Equipment purchased by the Equipment Replacement Fund is treated as an addition to the equity in capital assets and the cost of assets disposed of is treated as a reduction in the equity in capital assets.

TOWN OF OROMOCTO

DETAILS OF GENERAL FIXED ASSETS

AS AT DECEMBER 31, 1985

SCHEDULE A

BUILDINGS		
Town Hall	$ 153,099	
Garage and stores building, works department	299,634	
Recreation centres and post office	549,470	
Fire and police station	171,674	
Tourist bureau	5,585	
Skating rink	459,970	
Fort Hughes	11,872	$1,651,304
REAL ESTATE		
Real estate held for development	823,860	
Pioneer Road	219,820	
Town centre and residential districts B, C, and D	2,594,778	
Transportation district, Oromocto West Road, Winnebago Street and adjacent parking lots	1,033,557	
Marina area	178,482	
Pavement and sidewalks	796,079	
Oromocto west	71,987	
Transportation area, industrial area west	82,353	
Trees	25,285	
Industrial area east	90,836	
Sobeys Property	257,753	6,174,790
AUTOMOTIVE AND OTHER EQUIPMENT		1,241,695
UTILITIES		
Fire alarm system	65,754	
Underground utilities, telephone and electricity	98,001	163,755
PUBLIC AREAS AND LAND IMPROVEMENTS		
Play field areas	492,678	
War memorial	4,105	
Cemetery	5,145	501,928
OFFICE FURNITURE AND OTHER EQUIPMENT		101,995
AMBULANCE		7,742
FLASHING LIGHTS		1,799
		$9,845,008

TOWN OF OROMOCTO

DETAILS OF FUNDED DEBT

GENERAL

CAPITAL FUND

AS AT DECEMBER 31, 1985

Designation	Original Issue	Date of Issue	Rate %
Serial debenture # 14	$100,000	July 26, 1966	5 7/8
Serial debenture # 15	500,000	Aug. 1, 1973	8 1/2
Serial debenture # 18	330,000	Feb. 15, 1975	10 1/4
Canada Mortgage and Housing Corp. # 19	49,380	Feb. 1, 1977	10
Serial debenture # 20	405,000	July 1, 1977	9 3/4
Serial debenture # 22	400,000	July 10, 1981	17 1/4
Serial debenture # 23	500,000	May 16, 1983	10 3/4
Donald Henderson Mortgage	80,000	May 3, 1983	NIL
Serial debenture # 24	700,000	June 12, 1984	12 1/2 to 13 1/4

WATER AND SEWERAGE

CAPITAL FUND

AS AT DECEMBER 31, 1985

Serial debenture # 18	$270,000	Feb. 15, 1975	10 1/4
Canada Mortgage and Housing Corporation	190,309	July 1, 1975	8
Canada Mortgage and Housing Corporation	32,323	Aug. 1, 1974	8

TOWN OF OROMOCTO

DETAILS OF FUNDED DEBT — SCHEDULE B

GENERAL

CAPITAL FUND

AS AT DECEMBER 31, 1985

Balance January 1, 1985	Repayment	Balance December 31, 1985	1986 Principal Payments	Date of Final Payment
$ 12,129	$ 7,968	$ 4,161	$ 4,161	June 1, 1986
320,000	26,000	294,000	28,000	Aug. 1, 1993
220,045	11,705	208,340	12,725	Feb. 15, 1995
25,007	2,376	22,631	2,619	Jan. 1, 1992
282,000	25,000	257,000	27,000	July 1, 1992
197,000	92,000	105,000	105,000	July 10, 1986
419,000	89,000	330,000	99,000	May 16, 1988
60,000	20,000	40,000	20,000	April 30, 1987
700,000	108,000	592,000	122,000	June 12, 1989
$2,235,181	$382,049	$1,853,132	$420,505	

WATER AND SEWERAGE

CAPITAL FUND

AS AT DECEMBER 31, 1985

$ 211,955	$ 11,295	$ 200,660	$ 12,275	Feb. 15, 1995
98,427	6,743	91,684	7,293	Feb. 1, 1994
16,114	1,188	14,926	1,285	Feb. 1, 1994
$ 326,496	$ 19,226	$ 307,270	$ 20,853	